

FISCAL NOTE

SB 630 - HB 624

February 24, 2001

SUMMARY OF BILL: Provides for the continuation of Tennessee inheritance and estate taxes, regardless of any change in federal laws. Under current law:

- If the federal estate tax was repealed, the federal state death tax credit and the Tennessee estate tax would subsequently be abolished.
- There is an estate tax equivalent to the excess of the federal state death tax credit over the Tennessee inheritance tax.

ESTIMATED FISCAL IMPACT:

Other Fiscal Impact - Passage of the bill would prevent a decrease in state revenues of approximately \$10 million in the event the federal estate tax is repealed.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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